

# UNIVERSITY OF WISCONSIN SYSTEM

| Budget Summary |                          |                 |                 |  |         | FTE Position Summary |           |           |                         |         |
|----------------|--------------------------|-----------------|-----------------|--|---------|----------------------|-----------|-----------|-------------------------|---------|
| Fund           | 2010-11<br>Adjusted Base | Governor        |                 | 2011-13 Change Over<br>Base Year Doubled |         | 2010-11              | Governor  |           | 2012-13<br>Over 2010-11 |         |
|                |                          | 2011-12         | 2012-13         | Amount                                   | %       |                      | 2011-12   | 2012-13   | Number                  | %       |
| GPR            | \$1,149,513,300          | \$574,914,700   | \$639,136,400   | -\$1,084,975,500                         | - 47.2% | 18,483.93            | 11,447.50 | 11,447.50 | - 7,036.43              | - 38.1% |
| FED            | 1,743,150,100            | 862,852,300     | 862,852,300     | -1,760,595,600                           | - 50.5  | 5,413.90             | 916.77    | 916.77    | - 4,497.13              | - 83.1  |
| PR             | 2,486,056,600            | 1,289,476,800   | 1,320,634,300   | -2,362,002,100                           | - 47.5  | 9,477.42             | 3,691.19  | 3,691.19  | - 5,786.23              | - 61.1  |
| SEG            | 33,773,400               | 7,953,800       | 7,953,800       | -51,639,200                              | - 76.4  | 126.09               | 25.59     | 25.59     | - 100.50                | - 79.7  |
| TOTAL          | \$5,412,493,400          | \$2,735,197,600 | \$2,830,576,800 | -\$5,259,212,400                         | - 48.6% | 33,501.34            | 16,081.05 | 16,081.05 | - 17,420.29             | - 52.0% |

## Budget Change Items

### Systemwide

#### 1. STANDARD BUDGET ADJUSTMENTS

**Governor:** Adjust the base budget by \$61,693,800 GPR, \$34,074,600 PR, and \$50,400 SEG annually for: (a) restoration of the funding removed for furloughs during the 2009-11 biennium (\$20,476,900 GPR, \$17,197,600 PR, and \$12,300 SEG annually); (b) full funding of the June, 2009, 2% pay plan adjustment for represented classified staff, teaching assistants, engineers (\$4,295,400 GPR, \$1,505,000 PR, and \$400 SEG annually); (c) full funding of fringe benefits (\$36,071,000 GPR, \$15,118,400 PR, and \$37,700 SEG annually); (d) full funding of 2008-09 and 2009-10 craftworker prevailing rate increases (\$485,000 GPR and \$165,500 PR annually); (e) full funding for reclassifications and semiautomatic pay progression adjustments granted during 2008-09 and 2009-10 (\$257,900 GPR and \$88,100 PR annually); and (f) full funding of lease and directed move costs for UW System Administration, UW Colleges, UW-Extension, and the State Laboratory of Hygiene (\$107,600 GPR annually).

|       |                |
|-------|----------------|
| GPR   | \$123,387,600  |
| PR    | 68,149,200     |
| SEG   | <u>100,800</u> |
| Total | \$191,637,600  |

#### 2. INCREASE EMPLOYEE CONTRIBUTIONS FOR PENSIONS AND HEALTH INSURANCE

**Governor:** Delete \$24,274,900 annually to reflect fringe benefit cost reductions associated with increased state employee contributions for Wisconsin Retirement System (WRS)

|     |                |
|-----|----------------|
| GPR | - \$48,549,800 |
|-----|----------------|

benefits and health insurance coverage. The calculation of retirement savings is based on employee WRS contributions equal to 5.8% of salary. Health insurance cost reductions are based on employees paying an average of approximately 12.6% of total premium costs, compared to the current average of approximately 6% of costs. Although fringe benefit costs are charged to many of the UW System's PR, FED, and SEG appropriations, those appropriations were not adjusted to reflect employee WRS contributions and the lower percentage of health insurance premiums to be paid by the employer.

### 3. BASE BUDGET REDUCTION

|     |                 |
|-----|-----------------|
| GPR | - \$125,000,000 |
|-----|-----------------|

**Governor:** Delete \$62,500,000 annually from the general program operations appropriations for the UW System and UW System administration. The table below shows the reductions by appropriation, subprogram (where applicable), and the reductions as a percent of adjusted base level funding less other adjustments under the bill. Budget documents provided by the Department of Administration indicate that the reductions made to the UW System's general program operations appropriation should be realized by reducing permanent position salaries although no positions would be deleted. DOA budget documents indicate that reductions to UW System administration's general program operations appropriation would be made as follows: (a) \$1,632,500 from salaries; (b) \$625,500 from fringe benefits; and (c) \$146,600 from supplies and services. No UW System administration positions would be deleted according to DOA budget documents.

| <u>Appropriation/Subprogram</u> | <u>Base Reduction</u> | <u>Base Reduction as %<br/>of the Adjusted Base<br/>Less Other Adjustments<br/>Under the Bill</u> |
|---------------------------------|-----------------------|---|
| <i>UW System</i>                |                       |   |
| General Program Operations      |                       |   |
| Doctoral institutions           | -\$13,427,700         | 11.9%   |
| Comprehensive institutions      | -37,200,600           | 13.0  |
| UW Colleges                     | -3,677,500            | 11.9  |
| UW-Extension                    | -5,789,600            | 11.9  |
| <i>UW System Administration</i> |                       |   |
| General Programs Operations     | -2,404,600            | 25.0  |

### 4. PLAN FOR UW SYSTEM ADMINISTRATION REDUCTIONS

**Governor:** Require the Board of Regents to submit a plan to the Secretary of DOA by October 1, 2011, specifying its preferences for allocating the funding reduction to UW System Administration. Specify that the funding reduction would be the net of all changes made to the UW System administration's general program operations appropriation under the bill compared to the annual funding amounts provided in the 2009-11 biennium (\$2,335,100 annually). Require the Board of Regents to implement the plan as approved, or modified and approved, by the DOA Secretary.

[Bill Section: 9152(3)]

## 5. DEBT SERVICE REESTIMATE

|       |               |
|-------|---------------|
| GPR   | \$115,400,800 |
| PR    | - 28,034,000  |
| Total | \$87,366,800  |

**Governor:** Increase funding by \$55,311,100 GPR in 2011-12 and \$60,089,700 GPR in 2012-13 and decrease funding by \$17,523,400 PR in 2011-12 and \$10,510,600 PR in 2012-13 to reflect the current law reestimate of GPR and PR debt service costs on state general obligation bonds and commercial paper debt issued for the UW System.

## 6. GPR DEBT RESTRUCTURING -- DEBT SERVICE

|     |                 |
|-----|-----------------|
| GPR | - \$117,279,300 |
|-----|-----------------|

**Governor:** Decrease funding by \$122,829,300 in 2011-12 and increase funding by \$5,550,000 in 2012-13 to reflect changes in estimated debt service costs associated with the proposed restructuring of general obligation bonds and commercial paper GPR principal amounts that would otherwise be paid off in 2011-12. Under the bill, the state would issue refunding bonds to restructure a portion of its outstanding general obligation GPR principal debt and would rollover the principal due on its outstanding commercial paper in 2011-12. The increase in debt service for 2012-13 is associated with the initial interest amount due on the additional debt issued to replace the restructured 2011-12 principal amounts. (See "Building Commission" for additional information regarding this provision.)

## 7. FUEL AND UTILITY REESTIMATE

|     |             |
|-----|-------------|
| GPR | \$3,764,300 |
|-----|-------------|

**Governor:** Provide \$1,303,100 in 2011-12 and \$2,461,200 in 2012-13 for increases in fuel and utility costs, over base level funding for the UW System (less UW-Madison) of \$53,746,200. Traditionally, increases in fuel and utility costs have been split funded with 65% GPR and 35% program revenue from tuition. In addition to the GPR funding provided under the bill, DOA budget documents indicate that tuition revenue expenditures for fuel and utility costs would increase by \$701,700 in 2011-12 and \$1,325,200 in 2012-13. No additional tuition revenue expenditure authority would be provided under this item; however, another item under this section would provide additional tuition revenue expenditure authority for the UW System, a portion of which could be used to fund additional fuel and utility costs.

## 8. ADJUST ACADEMIC FEES APPROPRIATION TO REFLECT 2010-11 OPERATING LEVELS

|    |               |
|----|---------------|
| PR | \$219,531,800 |
|----|---------------|

**Governor:** Provide \$109,765,900 annually to reflect increases in tuition revenues beyond the amount shown in the appropriation schedule attributable to: (a) tuition increases during the 2009-10 and 2010-11 academic year to offset base GPR reductions under the 2009-11 biennial budget (\$35,000,000); (b) differential tuitions approved by the Board of Regents (\$34,208,400); (c) increases in enrollment (\$20,557,500); and (d) tuition increases to fund veterans' tuition remissions (\$20,000,000).

**9. INCREASE TUITION REVENUE AUTHORITY TO ALLOW 5.5% INCREASES IN RESIDENT UNDERGRADUATE TUITION**

|    |               |
|----|---------------|
| PR | \$107,250,000 |
|----|---------------|

**Governor:** Provide additional tuition revenue expenditure authority of \$35,750,000 in 2011-12 and \$71,500,000 in 2012-13. These increases correspond with increases in resident undergraduate tuition of 5.5% in each year of the biennium. According to the administration, these amounts were calculated assuming that a 1% increase in resident undergraduate tuition charged to all resident students, including those enrolled at UW-Madison, would generate an additional \$6.5 million annually in tuition revenues. Under another item, the portion of this additional tuition revenue that would be generated by UW-Madison would be deleted.

Under current law, tuition increases for resident undergraduate students are limited to an amount sufficient to fund all of the following: (a) in an odd-numbered year, the highest amount shown in the appropriation schedule for the tuition appropriation for that year in the Joint Finance Committee version of the budget bill, the engrossed budget bill, or the enrolled budget bill; (b) in an even-numbered year, the amount shown in the appropriation schedule for the tuition appropriation; (c) the approved recommendations of the Director of the Office of State Employment Relations for compensation and fringe benefits for classified and unclassified staff; (d) the projected loss in revenue caused by a change in the number of enrolled undergraduate, graduate, resident and nonresident students from the previous year; (e) state-imposed costs not covered by GPR as determined by the Board; (f) distance education, intersession, and nontraditional courses; and (g) differential tuition that is approved by the Board but not included in the tuition appropriation.

This item would not cap resident undergraduate tuition increases at 5.5%; however, if this item were approved and (c) through (g) above were zero, then increases in resident undergraduate tuition would be expected to be 5.5% in each year of the biennium.

**10. STUDENT TECHNOLOGY FEE REVENUES**

|    |             |
|----|-------------|
| PR | \$4,172,700 |
|----|-------------|

**Governor:** Provide \$1,471,400 in 2011-12 and \$2,701,300 in 2012-13 for instructional technology, advising, and undergraduate education to reflect projected higher student technology fee revenues attributable to general tuition revenue growth. The student technology fee is set as a percentage of overall tuition (2.5% at Madison, 2.0% at all other campuses) and therefore, fee revenues increase along with tuition. This request would provide the UW System with expenditure authority for those revenues.

**11. PLAN FOR UW-MILWAUKEE AUTHORITY**

**Governor:** Require the Board of Regents to submit a plan to the Secretary of DOA for the conversion of UW-Milwaukee to an authority by October 1, 2012. Require the Board to allocate \$250,000 from the appropriation for UW System administration general program operations for the development of this plan. Require the Board to submit a plan to the DOA Secretary by October 1, 2011, specifying how the Board would allocate the funds. Require the

Board to implement the plan as approved by the DOA Secretary which may include modifications made by the DOA Secretary.

[Bill Section: 9152(2)]

## **12. EXEMPT RESEARCH AND STUDIES FROM PUBLIC INSPECTION**

**Governor:** Provide that any governing body that has custody of a record could withhold from public inspection any record that is produced for collected by or for a UW System faculty or staff member in conducting research or a study on a commercial, scientific, or technical subject until that information is publicly disseminated or patented. Specify that this would apply to research and studies sponsored by the research alone, or in conjunction with other entities, or a private person. Under the bill, this provision would also apply to records produced or collected by UW-Madison and technical colleges faculty and staff.

[Bill Sections: 354 and 355]

## **13. TUITION REMISSIONS FOR VETERANS AND CERTAIN DEPENDENTS**

**Governor:** Require the Board of Regents to grant a full remission of tuition and segregated fees for 128 credits or eight semesters, whichever is longer, less the number of credits or semesters for which the person received remission of tuition and fees from any technical college and from the UW-Madison Board of Trustees, which would be created under the bill, but not less the amount of any tuition or segregated fees paid under the federal Post-9/11 G.I. Bill, to certain veterans, children, and spouses. Specify that this provision would take effect retroactively on January 1, 2010, and would first apply to students who enrolled in the spring, 2010, semester.

Under current law, the Board of Regents is required to grant a full remission of resident tuition and segregated fees for 128 credits or eight semesters, whichever is longer, less the number of credits or semesters for which the person received remission of tuition and fees from any technical college and less the amount of any tuition or segregated fees paid under the federal Post-9/11 G.I. Bill, to certain veterans, children, and spouses. The Board of Regents is also required to remit the nonresident portion of tuition to veterans who qualify as residents for the purpose of receiving veterans' benefits but not for tuition purposes. Before granting a remission of tuition and segregated fees to an eligible veteran, child, or spouse, the Board of Regents must require the student who is an eligible veteran, child, or spouse to apply to the payment of tuition and fees all educational assistance to which the student is entitled under the federal Post-9/11 G.I. Bill. This provision applies even if the student is eligible for benefits under the Montgomery G.I. Bill or certain other federal education programs for veterans and dependents unless the student is eligible for 12 months or less of benefits under those programs.

According to the administration, the intent of this provision is to require the Board of Regents, the technical college district boards, and the UW-Madison Board of Trustees to grant a full remission of tuition and fees charged for 128 credits or eight semesters, whichever is longer,

without regard to the number of credits or semesters for which the student received educational assistance under federal programs for eligible veterans.

[Bill Sections: 996 thru 999, 9352(1), and 9452(1)]

#### **14. ELIMINATE NONRESIDENT TUITION EXEMPTIONS FOR CERTAIN UNDOCUMENTED PERSONS**

**Governor:** Delete provisions created in 2009 Act 28 that exempt a person who is a citizen of another country from nonresident tuition if that person meets all of the following requirements: (a) the person graduated from a Wisconsin high school or received a high school graduation equivalency declaration from this state; (b) the person was continuously present in this state for at least three years following the first day of attending a Wisconsin high school or immediately preceding the receipt of a declaration of equivalency of high school graduation; and (c) the person enrolls in a UW System institution or Wisconsin technical college and provides the institution or college with proof that the person has filed or will file an application for a permanent resident visa with the U.S. Citizenship and Immigration Services as soon as the person is eligible to do so. Specify that this provision would first apply to persons who enroll for the semester or session following the bill's effective date.

[Bill Sections: 995 and 9352(2)]

#### **15. DELETE LAWTON PROGRAM STATUTORY LINK**

**Governor:** Modify the appropriation for the Lawton minority undergraduate grants program to make it a sum certain appropriation and delete language specifying how increases in the appropriation should be calculated. Under current law, the appropriation for the Lawton program is sum sufficient with funding increases linked to the average percent increase in resident undergraduate tuition at UW System institutions. This statutory link, which was established by 2001 Act 109, has been suspended in each biennium since it was established. However, funding increases for the Lawton program were based on estimates of future tuition increases during the 2005-07, 2007-09, and 2009-11 biennia. There is a similar statutory link between funding for the Wisconsin higher education grant program for UW students (WHEG-UW) and the average percentage increase in resident undergraduate tuition at UW System institutions. This link would be suspended under the bill to provide no increases for WHEG-UW, which is shown under the "Higher Educational Aids Board."

[Bill Sections: 580 and 1005]

#### **16. MODIFY PROGRAM REVENUE APPROPRIATION FOR LABORATORIES AND SCHOOLS OF BUSINESS**

**Governor:** Modify the program revenue appropriations for laboratories and schools of business to make them continuing appropriations. Both appropriations are funded with academic

student fees and are annual appropriations under current law. Specify that expenditures from all program revenue appropriations that are not continuing appropriations may not exceed the amounts shown in the appropriation schedule unless those expenditures are approved by the Joint Committee on Finance under s. 13.10 or s. 16.515 of the statutes.

[Bill Sections: 365, 569, and 570]

## **17. DELETE OBSOLETE APPROPRIATIONS**

**Governor:** Delete the general purpose revenue appropriations for lease rental payments and self-amortizing facilities principal and interest and the program revenue appropriations for charter school operator payments, charter school, lease rental payments, and student related activities. Each of these appropriations has base funding level of zero.

[Bill Sections: 219, 545, 546, 552, 553, 562, 564, 567, 579, 584, 799, and 1009 thru 1011]

## **18. ELIMINATE CERTAIN REPORTING REQUIREMENTS**

**Governor:** Eliminate the current law requirement that the Board of Regents report to the Department of Administration and the Joint Committee on Finance the amount by which expenditures from the appropriations for auxiliary operations and general operations receipts exceeded the amounts shown in the appropriation schedule in the previous fiscal year.

[Bill Section: 958]

# **Transfers to Proposed UW-Madison Authority**

## **1. TRANSFERS OF ASSETS AND LIABILITIES TO UW-MADISON AUTHORITY**

**Governor:** Provide that, on the effective date of the bill, the UW System would transfer all assets, liabilities, tangible personal property, including real property, moneys in the university trust funds, and records, and pending matters that relate to the operation of UW-Madison, as determined by the DOA Secretary, to the UW-Madison authority. Provide that all employees holding positions in the UW System assigned to UW-Madison would be transferred to UW-Madison. Specify that any cooperative agreements or rules, policies, and procedures would remain in effect until modified. Provide that all contracts entered into by the Board of Regents that are primarily related to the operation of UW-Madison, as determined by the DOA Secretary, and the lease and affiliation agreements with the UW Hospitals and Clinics Authority Board of Directors would remain in effect and would be transferred to the Board of Trustees. Provide that the Board of Regents would provide the UW-Madison authority with the usual and customary

services provided and any other services or resources necessary to complete these transfers until the Board of Trustees notifies the Board of Regents that these transfers have been completed.

[Bill Sections: 1087 and 9152(1)]

## 2. TRANSFER GPR TO UW-MADISON

| Funding Positions |                            |
|-------------------|----------------------------|
| GPR               | - \$771,237,600 - 6,699.36 |

**Governor:** Transfer \$385,618,800 annually and delete -6,699.36 positions beginning in 2011-12 related to the creation of the UW-Madison authority. Under the bill, UW System employees assigned to UW-Madison would become employees of the UW-Madison authority.

The amounts that would be transferred are shown by appropriation and, where applicable, program, in the table below.

| <u>Appropriation Title</u>                     | <u>Adjusted Base</u> | <u>Transfer Amount</u> | <u>% Transferred</u> |
|--|----------------------|------------------------|----------------------|
| General program operations                     | \$791,967,400        | -\$292,979,200         | 37.0%                |
| Student aid                                    | 1,333,900            | -316,500               | 23.7                 |
| Distinguished professorships                   | 871,100              | -281,800               | 32.3                 |
| Industrial and economic development research   | 1,776,700            | -1,243,400             | 70.0                 |
| Energy costs                                   | 132,291,400          | -78,545,200            | 59.4                 |
| Educational technology                         | 6,617,300            | -817,600               | 12.4                 |
| Schools of business                            | 1,742,500            | -1,002,100             | 57.5                 |
| Extension outreach                             | 365,400              | -365,400               | 100.0                |
| Grants for study abroad                        | 990,000              | -168,300               | 17.0                 |
| Laboratories                                   | 3,867,900            | -1,287,700             | 33.3                 |
| Minority and disadvantaged programs            | 11,459,300           | -2,199,200             | 19.2                 |
| Graduate student financial aid                 | 8,322,800            | -4,934,300             | 59.3                 |
| Lawton minority undergraduate retention grants | 6,757,900            | -1,478,100             | 21.9                 |

## 3. TRANSFER GPR DEBT SERVICE TO UW-MADISON

|     |                 |
|-----|-----------------|
| GPR | - \$146,462,900 |
|-----|-----------------|

**Governor:** Transfer \$38,184,300 in 2011-12 and \$108,278,600 in 2012-13 to the UW-Madison authority, which would be created under the bill, to fund GPR debt service costs on state general obligation bonds and commercial paper debt issued for UW-Madison.

## 4. TRANSFER STANDARD BUDGET ADJUSTMENTS TO UW-MADISON

|       |                |
|-------|----------------|
| GPR   | - \$58,726,800 |
| PR    | - 143,800      |
| Total | - \$58,870,600 |

**Governor:** Transfer \$27,251,600 annually from UW System's general program operations appropriation to the UW-Madison authority related to standard budget adjustments. In addition, transfer \$2,111,800 GPR and \$71,900 PR annually for standard budget adjustments attributable to appropriations transferred in whole from the UW System to



the UW-Madison authority. The amounts transferred are shown by appropriation in the table below.

|     |  |               |
|-----|--|---------------|
| GPR | General program operations                               | -\$27,251,600 |
| GPR | Area health education centers                            | -10,000       |
| GPR | Extension outreach                                       | -18,500       |
| GPR | Department of family medicine and practice               | -697,400      |
| GPR | State laboratory of hygiene; general program operations  | -791,300      |
| GPR | Veterinary diagnostic laboratory                         | -343,000      |
| GPR | Alcohol and other drug abuse prevention and intervention | -3,900        |
| GPR | Services received from UWHCA                             | -247,700      |
| PR  | Center for urban land economics research                 | -71,900       |

## 5. TRANSFER DEPARTMENT OF FAMILY MEDICINE AND PRACTICE FUNDING

|     | Funding        | Positions |
|-----|----------------|-----------|
| GPR | - \$19,913,200 | - 125.82  |

**Governor:** Transfer \$9,956,600 annually and 125.82 positions beginning in 2011-12 related to the department of family medicine and practice to the proposed UW-Madison authority. Delete the appropriation and related statutory language.

[Bill Sections: 547 and 980]

## 6. TRANSFER STATE LABORATORY OF HYGIENE

|       | Funding        | Positions |
|-------|----------------|-----------|
| GPR   | - \$19,169,400 | - 131.25  |
| PR    | - 46,981,000   | - 178.50  |
| Total | - \$66,150,400 | - 309.75  |

**Governor:** Transfer \$9,584,700 GPR and \$1,619,200 PR annually and 131.25 GPR positions and 178.50 PR positions beginning in 2011-12 to the proposed UW-Madison authority and delete \$21,871,300 PR annually related to the State Laboratory of Hygiene. Delete the appropriations for the State Laboratory of Hygiene and related statutory language.

[Bill Sections: 548, 555, 556, 975, 2882, and 3085]

## 7. TRANSFER VETERINARY DIAGNOSTIC LABORATORY

|       | Funding        | Positions |
|-------|----------------|-----------|
| GPR   | - \$9,424,200  | - 77.90   |
| PR    | - 9,560,000    | - 8.00    |
| FED   | - 3,351,800    | - 4.00    |
| Total | - \$22,336,000 | - 89.90   |

**Governor:** Transfer \$4,712,100 GPR and \$4,780,000 PR annually and 77.9 GPR positions and 8.0 PR positions beginning in 2011-12 to the proposed UW-Madison authority and delete \$1,675,900 FED annually and 4.0 positions related to the veterinary diagnostic laboratory. Delete the appropriations for the veterinary diagnostic laboratory and the related statutory language.

[Bill Sections: 549, 558, 565, 571, 800, and 1024]

## 8. TRANSFER UW HOSPITALS AND CLINICS AUTHORITY AGREEMENTS

|       | Funding             | Positions      |
|-------|---------------------|----------------|
| GPR   | - \$9,289,200       | 0.00           |
| PR    | <u>- 71,280,000</u> | <u>- 33.38</u> |
| Total | - \$80,569,200      | - 33.38        |

**Governor:** Transfer the lease and affiliation agreements between the UW System Board of Regents and the University of Wisconsin Hospitals and Clinics Authority (UWHCA) to the UW-Madison Board of Trustees. Transfer \$35,640,000 PR annually and 33.38 positions beginning in 2011-12 for services provided to UWHCA to the proposed UW-Madison authority. Delete \$4,644,600 GPR annually for services received from UWHCA, both appropriations, and statutory language related to UWHCA except a provision exempting UWHCA building projects from approval by the Board of Regents.

[Bill Sections: 554, 583, 584, 952, 955, 956, 978, and 9152(1)]

## 9. TRANSFER AREA HEALTH EDUCATION CENTER

|     | Funding       | Positions |
|-----|---------------|-----------|
| GPR | - \$2,286,000 | - 1.10    |

**Governor:** Transfer \$1,143,000 annually and 1.10 positions beginning in 2011-12 to the proposed UW-Madison authority related to the area health education center. Delete funding for area health education centers and the related statutory language but do not delete the appropriation. Under current law, the UW Board of Regents maintains an area health education center at UW-Madison to support community-based primary care training programs.

[Bill Section: 991]

## 10. TRANSFER AODA PREVENTION AND INTERVENTION PROGRAMS FUNDING

|     | Funding     | Positions |
|-----|-------------|-----------|
| GPR | - \$151,400 | - 1.00    |

**Governor:** Transfer \$75,700 annually and 1.0 position beginning in 2011-12 from the appropriation for alcohol and other drug abuse (AODA) prevention and intervention to the proposed UW-Madison authority. Modify current law to require the UW System Board of Regents to appoint AODA prevention and intervention counselors only for UW-Milwaukee instead of for UW-Madison and UW-Milwaukee as under current law. Under the bill, no funding would be provided to the UW System Board of Regents for AODA prevention and intervention programs but the appropriation and language would be retained.

[Bill Section: 1012]

## 11. TRANSFER FARM SAFETY PROGRAM GRANTS FUNDING

|     |            |
|-----|------------|
| GPR | - \$38,400 |
|-----|------------|

**Governor:** Transfer \$19,200 annually for farm safety program grants to the proposed UW-Madison authority. Under the bill, no funding would be provided to the UW System Board of Regents for farm safety grants but the appropriation and related language would be retained.

Under current law, the Board of Regents awards grants totaling not more than \$500 annually per county to sponsors of farm safety education, training, or information programs.

## 12. DELETE PROGRAM REVENUE RELATED TO UW-MADISON

|    | Funding           | Positions  |
|----|-------------------|------------|
| PR | - \$1,515,427,000 | - 5,195.60 |

**Governor:** Delete \$757,713,500 annually and 5,195.6 positions beginning in 2011-12 related to the creation of the proposed UW-Madison authority. Under the bill, UW-Madison would not be required to deposit these revenues in the state treasury and these revenues would not appear in the appropriation schedule. Under the bill, UW System employees assigned to UW-Madison would become employees of the UW-Madison authority.

The amounts that would be transferred are shown by appropriation and, where applicable, subprogram in the table below.

| <u>Appropriation Title</u>                                 | <u>Adjusted Base</u> | <u>Transfer Amount</u> | <u>% Transferred</u> |
|--|----------------------|------------------------|----------------------|
| Physical plant service departments                         | \$2,105,700          | -\$2,105,700           | 100.0%               |
| Auxiliary enterprises                                      | 536,986,600          | -162,264,900           | 30.2                 |
| Stores   | 4,526,000            | -4,486,800             | 99.1                 |
| Extension outreach   | 130,000              | -130,000               | 100.0                |
| Extension student fees                                     | 41,188,900           | -3,785,300             | 9.2                  |
| General operations receipts                                | 165,835,500          | -107,545,600           | 64.9                 |
| General operations receipts; extension non-credit programs | 47,696,200           | -26,974,900            | 56.6                 |
| Gifts and donations; WARF                                  | 75,000,000           | -75,000,000            | 100.0                |
| Gifts and donations  | 444,081,400          | -370,000,000           | 83.3                 |
| Gifts; student loans                                       | 3,919,500            | -3,400,000             | 86.7                 |
| Distinguished professorships                               | 657,700              | -203,900               | 31.0                 |
| Laboratories   | 4,406,200            | -1,466,900             | 33.3                 |
| Schools of business  | 608,000              | -349,500               | 57.5                 |

## 13. DELETE TUITION REVENUE EXPENDITURE AUTHORITY RELATED TO UW-MADISON

|    | Funding         | Positions |
|----|-----------------|-----------|
| PR | - \$828,370,600 | - 142.50  |

**Governor:** Delete \$407,767,700 in 2011-12 and \$420,602,900 in 2012-13 in tuition revenue expenditure authority and 142.5 positions beginning in 2011-12 related to the proposed creation of the UW-Madison authority. Included in these amounts is the amount of tuition that would be generated by a 5.5% annual increase in UW-Madison resident undergraduate tuition. This amount would be added to the UW System's tuition revenue expenditure authority under another item and subtracted from that expenditure authority under this item. Under the bill, the UW-Madison authority would no longer be required to deposit tuition revenues in the state treasury and these revenues would not appear in the appropriation schedule.

#### 14. TRANSFER UW-MADISON ATHLETICS

| Funding |                 | Positions |
|---------|-----------------|-----------|
| PR      | - \$183,683,000 | - 225.75  |

**Governor:** Delete \$91,841,500 annually and 225.75 positions related to UW-Madison intercollegiate athletics.

Delete appropriations for UW-Madison intercollegiate athletics auxiliary enterprises, non-income sports, and gifts and grants. Under the bill, the UW-Madison authority would no longer be required to deposit these revenues in the state treasury and they would not appear in the appropriation schedule. Eliminate specific references to the University Ridge Golf Course.

[Bill Sections: 235, 554, 581, 1000, and 1001]

#### 15. TRANSFER PROGRAM REVENUE SUPPORTED DEBT SERVICE

|    |                |
|----|----------------|
| PR | - \$63,520,800 |
|----|----------------|

**Governor:** Transfer \$31,760,400 annually to the proposed UW-Madison authority. Delete current law references in a debt service appropriation to debt service payment rates for UW-Madison intercollegiate athletics facility maintenance projects and to an appropriation for the UW Hospitals and Clinics Authority.

[Bill Section: 563]

#### 16. TRANSFER DEBT SERVICE RELATED TO UW-MADISON POWER PLANTS

|    |                |
|----|----------------|
| PR | - \$11,799,200 |
|----|----------------|

**Governor:** Transfer \$5,899,600 annually and the appropriations for moneys received from UW-Madison, as well as from the UW Hospitals and Clinics Authority and agencies of the federal government, for debt service payments related to the Walnut Street steam and chilled-water plant and the Charter Street heating and cooling plant, both of which are located on the UW-Madison campus. Delete additional statutory language referencing these power plants. These appropriations would be recreated under the proposed UW-Madison authority.

[Bill Sections: 544, 560, 566, and 800]

#### 17. PHYSICIAN AND DENTIST AND HEALTH CARE PROVIDER LOAN ASSISTANCE PROGRAMS

|       |               |
|-------|---------------|
| PR    | - \$977,400   |
| SEG   | - 500,000     |
| Total | - \$1,477,400 |

**Governor:** Transfer \$488,700 PR and \$250,000 SEG annually to the proposed UW-Madison authority related to the physician and dentist and health care provider loan assistance and expanded loan assistance programs. Modify the programs such that only dentists and dental hygienists would be eligible to participate in the programs under the UW System. Under the bill, no funding would be provided for these programs.

[Bill Sections: 557, 568, 573, 1028, 1034, 1035, 1037, 1040 thru 1058, and 1064 thru 1085]

**18. TRANSFER BREAST CANCER AND PROSTATE CANCER RESEARCH**

|    |             |
|----|-------------|
| PR | - \$618,400 |
|----|-------------|

**Governor:** Transfer \$309,200 annually from revenues generated by income tax check-offs for breast cancer and prostate cancer research to the proposed UW-Madison authority. Delete the related appropriations and modify current law to delete references to the appropriations and the UW System.

[Bill Sections: 550, 551, 1888, 1889, and 2891 thru 2894]

**19. TRANSFER CENTER FOR URBAN LAND ECONOMICS RESEARCH**

|    | <b>Funding</b> | <b>Positions</b> |
|----|----------------|------------------|
| PR | - \$359,600    | - 2.50           |

**Governor:** Transfer \$179,800 annually and 2.5 positions beginning in 2011-12 to the proposed UW-Madison authority related to the center for urban land economics research. Delete the appropriation and related statutory language. Funding for the center for urban land economics research is generated by a \$10 surcharge on real estate license renewals.

[Bill Sections: 552 and 989]

**20. LICENSE PLATE SCHOLARSHIP PROGRAM**

|    |             |
|----|-------------|
| PR | - \$351,000 |
|----|-------------|

**Governor:** Delete \$175,500 annually from the appropriation for license plate scholarship programs and current law referencing UW-Madison. Under the bill, a license plate scholarship program would be created under the proposed UW-Madison authority.

[Bill Sections: 559, 1007 and 1008]

**21. TRANSFER TRUST FUND INCOME**

|     | <b>Funding</b> | <b>Positions</b> |
|-----|----------------|------------------|
| SEG | - \$42,320,000 | - 100.00         |

**Governor:** Transfer \$21,160,000 annually from the appropriation for trust fund income to the proposed UW-Madison authority and delete 100.0 positions beginning in 2011-12. Base funding for this appropriation is \$26,063,200.

**22. TRANSFER WISCONSIN BIOENERGY INITIATIVE FUNDING**

|     |               |
|-----|---------------|
| SEG | - \$7,120,000 |
|-----|---------------|

**Governor:** Transfer \$3,560,000 annually from the appropriation for the Wisconsin Bioenergy Initiative to the proposed UW-Madison authority. Under current law, \$4,050,000 annually is provided to the UW System Board of Regents for this purpose of which \$3,560,000 is allocated to UW-Madison, \$440,000 is allocated to UW-Stevens Point, and \$50,000 is allocated to UW-Green Bay. Under the bill, \$490,000 would be provided to the UW System Board of

Regents in each year of the biennium for this purpose.

In addition, modify the appropriation language under the UW System to specify that funds would be transferred from the environmental fund instead of the recycling and renewable energy fund as under current law. Under another provision of the bill, the recycling and renewable energy fund would be renamed the environmental fund.

[Bill Section: 576]

**23. TRANSFER RURAL PHYSICIAN RESIDENCY ASSISTANCE PROGRAM**

|     |               |
|-----|---------------|
| SEG | - \$1,500,000 |
|-----|---------------|

**Governor:** Transfer \$750,000 annually to the proposed UW-Madison authority related to the rural physician residency assistance program and delete the related appropriation and statutory language.

[Bill Sections: 572, 1063 and 1086]

**24. TRANSFER ENVIRONMENTAL PROGRAM GRANTS**

|     |             |
|-----|-------------|
| SEG | - \$200,000 |
|-----|-------------|

**Governor:** Transfer \$100,000 annually from the appropriation for environmental program grants and scholarships to the proposed UW-Madison authority and delete language related to the need-based grant program. Under current law, this funding is used to make grants to students who are members of underrepresented groups and who are enrolled in a certificate or bachelor's degree program from the UW-Madison Nelson Institute for Environmental Studies. Funding for scholarships for students enrolled in the UW-Extension sustainable management degree program would remain under the UW System Board of Regents.

[Bill Section: 575 and 1013]

**25. GRANTS FOR FORESTRY PROGRAMS**

|     |             |
|-----|-------------|
| SEG | - \$100,000 |
|-----|-------------|

**Governor:** Transfer \$50,000 annually from funds transferred from the conservation funds for grants for forestry programs to the proposed UW-Madison authority. Modify the current law appropriation to provide that it would be used solely to support the UW-Stevens Point paper science program instead of both UW-Stevens Point paper science program and grants to forest cooperatives as under current law. Under current law, the UW-Stevens Point paper science program receives \$78,000 annually from this appropriation. Under the bill, this funding would be increased to \$83,300. In addition, delete language requiring the UW System Board of Regents to maintain a center for cooperatives at UW-Madison. Under the bill, the UW-Madison Board of Trustees would be required to maintain a center for cooperatives.

[Bill Sections: 574, 876, 962, 1017 thru 1019, and 1752]

**26. DELETE SOLID WASTE RESEARCH AND EXPERIMENTS POSITION**

| Positions |        |
|-----------|--------|
| SEG       | - 0.50 |

**Governor:** Beginning in 2011-12, delete 0.5 position funded with segregated revenues transferred from the recycling and renewable energy fund (which would become the environmental fund under the bill) for research into alternative methods of solid waste management and for administering solid waste experiment centers.

**27. DELETE FEDERAL REVENUES RELATED TO UW-MADISON**

|     | Funding          | Positions  |
|-----|------------------|------------|
| FED | -\$1,757,243,800 | - 4,493.13 |

**Governor:** Delete \$878,621,900 and 4,493.13 positions annually related to the creation of the proposed UW-Madison authority. The amounts that would be transferred are shown by appropriation and, where applicable, program, in the table below.

| <u>Appropriation Title</u>                               | <u>Adjusted Base</u> | <u>Transfer Amount</u> | <u>% Transferred</u> |
|--|----------------------|------------------------|----------------------|
| Federal aid; pharmacy loan program                       | 700,000              | -700,000               | 100.0%               |
| Federal aid; medicine loan program                       | 600,000              | -600,000               | 100.0                |
| Federal aid; Hatch Adams research                        | 5,432,300            | -5,432,300             | 100.0                |
| Federal aid; Smith-Lever land grant extension            | 9,929,100            | -946,000               | 9.5                  |
| Federal aid; special projects                            | 633,940,000          | -519,753,000           | 82.0                 |
| Federal aid; work study                                  | 11,137,200           | -3,300,000             | 29.6                 |
| Federal aid; supplemental educational opportunity grants | 10,705,700           | -3,300,000             | 30.8                 |
| Federal aid; student loans                               | 35,745,300           | -16,000,000            | 44.8                 |
| Federal aid; Pell grants                                 | 134,519,300          | -18,000,000            | 13.4                 |
| Federal aid; direct student loans                        | 761,858,900          | -190,000,000           | 24.9                 |
| Federal indirect cost reimbursement                      | 132,714,000          | -119,690,600           | 90.2                 |
| Federal aid; nursing loans                               | 1,384,400            | -600,000               | 43.3                 |
| Federal aid; graduate nursing loans                      | 308,000              | -300,000               | 97.4                 |

**28. MODIFY STATUTES TO REFLECT CREATION OF UW-MADISON AUTHORITY**

**Governor:** Modify current law such that the UW Board of Regents would have the responsibility to plan for the future needs of the state for university education, and to ensure the diversity of quality undergraduate programs while preserving the strength of the state's graduate training research centers, only within the UW System. Delete the requirement that one UW System university be located at or near the seat of government, although the Regents would continue to be required to have their principal office at or near the seat of government. Delete specific references to UW-Madison and modify current law references to the University of Wisconsin to refer to the University of Wisconsin System.

[Bill Sections: 172, 561, 948, 949, 954, 994, 1000, 1002, 1006, 1027, and 1672 thru 1676]

## **29. DELETE SPECIAL PROGRAMS LOCATED AT UW-MADISON**

**Governor:** Delete UW System special programs located by law at UW-Madison. These programs include: (a) water resources research; (b) the School of Veterinary Medicine; (c) the model school for children with disabilities; (d) the Great Lakes Indian law program; (e) the Robert M. La Follette Institute of Public Affairs; (f) agricultural technology and family farm programs; (g) the herbarium; (h) the distinguished chair of military history; and (i) the career conversations program. In addition, delete special program requirements related to the UW Law School, which is located at UW-Madison. These programs would be recreated under the UW-Madison authority.

Delete the following special programs of the UW System located by law at UW-Madison or the UW School of Medicine and Public Health at UW-Madison: (a) Dutch elm disease studies; (b) the pharmaceutical experiment station; and (c) the medical student transfer program. These programs would not be recreated under the UW-Madison Board of Trustees.

[Bill Sections: 967, 972, 974, 979, 981 thru 985, 988, 990, 992, and 993]

## **30. DELETE POWERS AND DUTIES RELATED TO UW-MADISON**

**Governor:** Delete the following powers and duties of the UW System Board of Regents: (a) expend university fund income appropriated by the Legislature for the erection of buildings and the purchase of equipment or books on or at UW-Madison; (b) establish a Gaylord Nelson chair of integrated environmental students and seek private funding for the this chair; and (c) ensure that UW-Madison reports utility charges to fund debt service on the Walnut Street and Charter Street power plants and prohibit the Board of Regents from assessing utility charges until those charges are approved by the Department of Administration. Under the bill, these powers and duties would be recreated under the UW-Madison Board of Trustees except that the Board of Trustees would not be specifically permitted to seek private funding for the chair under (b).

[Bill Sections: 953, 961, and 963]

## **31. STATE CARTOGRAPHER, PSYCHIATRIC RESEARCH INSTITUTE, AND STATE GEOLOGIST**

**Governor:** Delete the requirement that the UW System Board of Regents appoint the state cartographer, the director of the psychiatric institute, and the state geologist. Delete current law related to the state cartographer and the psychiatric research institute. Under the bill, the UW-Madison authority Board of Trustees would appoint the state cartographer, the director of the psychiatric research institute, and the state geologist and these provisions related to the state cartographer and the psychiatric research institute would be recreated under the UW-Madison authority. The geological and natural history survey, which is supervised by the state geologist, would remain under the UW System Board of Regents.

[Bill Sections: 951, 970, 976, and 977]



### **32. AGRICULTURAL DEMONSTRATION STATIONS AND EXPERIMENTS**

**Governor:** Delete current law permitting the Board of Regents to: (a) establish demonstration stations for the purpose of aiding in agricultural development through the College of Agriculture and Life Sciences (CALS) at UW-Madison; (b) authorize experimental work in agriculture at points within the state and carry on demonstrations; and (c) to conduct extension schools and courses in agricultural education. Delete the current law requirement that the Board of Regents foster research and experimentation in the control of bovine brucellosis under the supervision of the CALS dean. These provisions would be recreated under the UW-Madison Board of Trustees. Specify that the Board of Regents may establish such agriculturally related research and instructional programs at any institution as it deems advisable so long as such programs are compatible with a single statewide integrated research and extension program as provided under current law.

[Bill Sections: 964 thru 966]

### **33. USE OF FACILITIES BY THE EDUCATIONAL COMMUNICATIONS BOARD**

**Governor:** Delete current law requiring the Board of Regents to grant the Educational Communications Board part-time use of equipment and space necessary for the operations of the state educational radio and television networks. Delete a current law provision allowing the Board of Regents to rent space on the Madison public broadcast transmission tower. Under the bill, this equipment, space, and tower, which are located on the Madison campus, would be transferred to the UW-Madison authority. The bill would recreate these provisions under the UW-Madison authority.

[Bill Sections: 968 and 969]

### **34. STATE SOILS LABORATORY**

**Governor:** Modify current law to require the Board of Regents to establish a state soils and plant analysis laboratory at UW-Extension in connection with the College of Agriculture and Life Sciences (CALS) at UW-Madison. Delete the current law provision allowing the Board of Regents to direct CALS to investigate methods of clearing cutover lands, to perform experiments and demonstrations related to such methods, and to provide related services to individual citizens at cost. Under the bill, this deleted provision would be recreated under the UW-Madison Board of Trustees.

[Bill Section: 973]